

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

September 22, 2009

CERTIFIED RETURN RECEIPT 7003 2260 0002 0247 8621

Mr. Bret Clark Hub Research & Development Company 377 West 1500 South Salt Lake City, Utah 84115

Subject: Eva

Evaluation of Reclamation Surety, Hub Research & Development Co., Bret Clark Mine,

S/015/0043, Emery County, Utah

Dear Mr. Clark:

The Division has recently evaluated your bond of \$5,000 dollars held by the Bureau of Land Management to be inadequate for reclamation. You are requested to submit additional surety to the BLM and/or Division naming both parties as co-beneficiaries. Please provide the appropriate amount for either a 3 or 5-year escalation surety. This must be completed no later than November 23, 2009, and failure to do so may result in enforcement action or an order to reclaim the site.

Small Mining Operation Notices

Project Size (Acres)	Surety 3 year escalation	Comments
First acre	\$7,400 (3-year escalation)	\$7,400
Additional acres up to 5 acres	\$4,300/ acre (3-year escalation)	\$8,600
Portal	\$2,000 each opening (3)	\$6,000
Demolition and clean up	\$3,000	\$3,000
Total		\$25,000

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Project Size (Acres)	Surety 5 year escalation	Comments
1 or less acres	\$7,600 (5-year escalation)	\$7,600
Additional acreage up to 5 acres	\$4,400/acre (5-year escalation)	\$8,800
Portal	\$2,000 each opening (3)	\$6,000
Demolition and clean up	\$3,000	\$3,000
Total		\$25,400

To increase the bond and name the Division as a co-beneficiary, you may provide a rider to the existing surety and no other paperwork will be necessary except the reclamation contract (see below). However, if you choose to post another form of surety, please contact Penny Berry at (801) 538-5291 or email at bondcoordinator@utah.gov to obtain the current bonding forms and a reclamation contract.

The attached reclamation contract needs to be signed, notarized, and returned to the Division. Once approved, the Division will send a copy of the original surety and contract to you for your records.

Thank you for your help in keeping the surety current. If you have any questions concerning this letter, please contact Wayne Western at 801-538-5263 or Paul Baker at 801-538-5261.

Sincerely,

Paul B. Baker

Mining Program Manager

POBIU

PBB:bg:pb

Attachment: Reclamation Contract

cc: Bret Clark, Hub Research, Operator

Chris Conrad, Price BLM
Penny Berry, Bond Coordinator

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